

Monetary developments – France • October 2018

Overnight deposits growth strengthen

The acceleration of overnight deposits (+ 9.3 % after + 7.7 %) contributes to the rise in the growth rate of domestic monetary resources in October (+ 4.5 % after + 3.3 % in September and + 4.7 % in August). Domestic resources included in M3-M2 decrease again (- 5.9 % after - 7.0 % in September), due to the negative development of MMF shares (- 7.1 % after - 8.0 % in September), while the growth of saving accounts continues at the same pace (+ 3.7 %, as in September and August).

After taking into account monetary external assets vis-à-vis other monetary union members, the French component of the euro area monetary aggregate M3 grows by + 4.4 % (after + 3.8 % in September).

France : Monetary Resources of Monetary Financial Institutions

	Outstandings (in € Bn) (a)		Annual growth rate (in %) (a)	
	Oct-18	Aug-18	Sep-18	Oct-18
Overnight deposits	998	8.4	7.7	9.3
= Domestic resources included in M1	998	8.4	7.7	9.3
<i>Domestic resources included in M1, 3-month moving average</i>		8.8	8.3	8.5
Deposits with agreed maturity of up to 2 years	129	2.8	-0.5	3.9
+ Saving accounts	663	3.7	3.7	3.7
= Domestic resources included in M2-M1	792	3.5	3.1	3.7
<i>Domestic resources included in M2-M1, 3-month moving average</i>		3.9	3.8	3.4
MMF shares	257	-4.1	-8.0	-7.1
+ Repurchase agreements	21	19.5	-2.9	2.2
+ Debt securities issued with a maturity of up to 2 years	59	1.5	-3.7	-3.1
= Domestic resources included in M3-M2	338	-2.0	-7.0	-5.9
<i>Domestic resources included in M3-M2, 3-month moving average</i>		-0.6	-3.7	-5.0
Sum of domestic resources included in M3	2 128	4.7	3.3	4.5
<i>Sum of domestic resources included in M3, 3-month moving average</i>		5.3	4.5	4.2
+ Monetary external liabilities vis-à-vis other monetary union members	217	8.3	3.5	-1.4
- Monetary external assets vis-à-vis other monetary union members	40	-0.9	-17.1	-18.3
= French component of euro area monetary aggregate M3	2 304	5.2	3.8	4.4
<i>French component of euro area monetary aggregate M3, 3-month moving average</i>		5.6	5.0	4.5

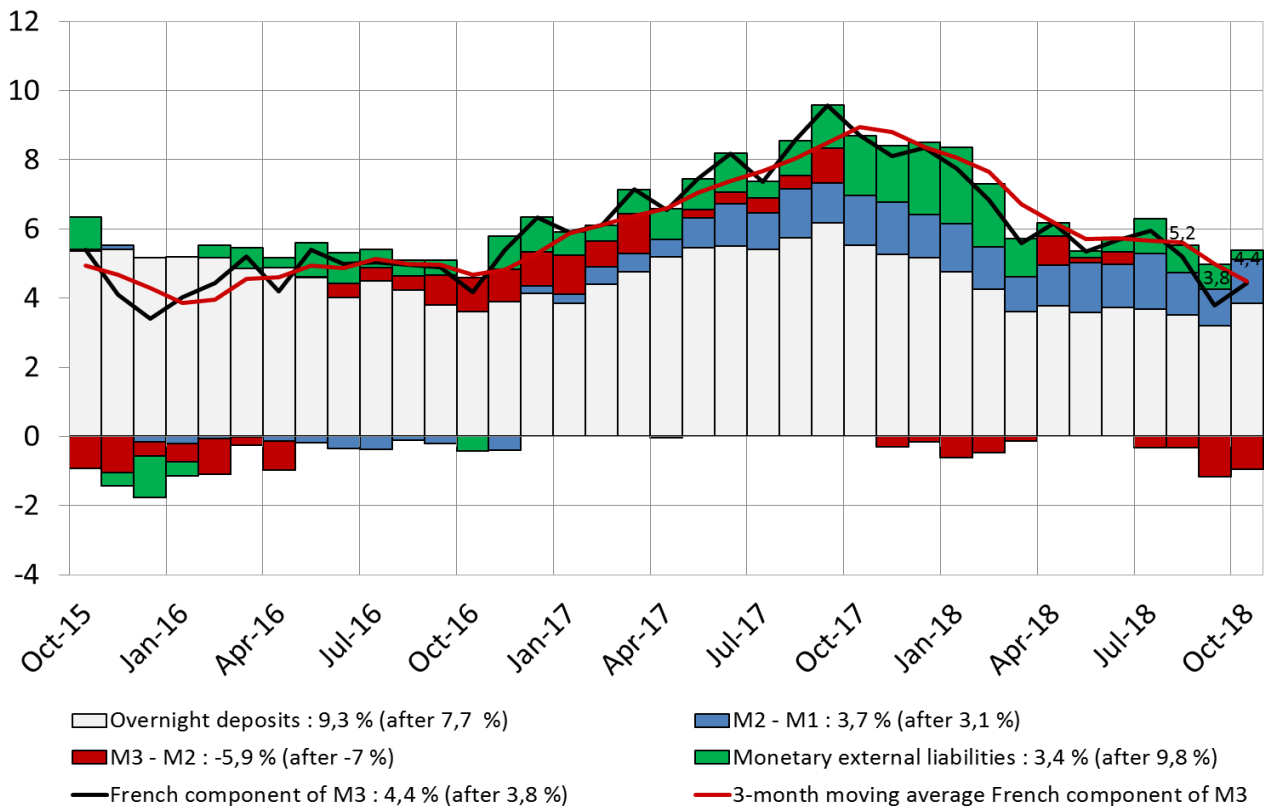
(a) Seasonally-adjusted data.

Source : BdF



Contributions to the growth of the French component of M3

(Annual growth rate in %)



Additional information

The outstanding amount of monetary claims (excluding coins and banknotes) consists of claims with an initial maturity of up to and including 2 years that monetary counterparts (basically households, non-financial corporations, general government excluding central government, insurance corporations, non-money market funds, investment funds and financial vehicle corporations) hold against monetary financial institutions (deposit-taking institutions, *sociétés de financement* under French law, Caisse des dépôts et consignations, MMF and the central bank).

Saving accounts include regulated saving accounts, i.e. *livrets A*, *livrets de développement durable*, *comptes d'épargne logement*, *livrets d'épargne populaire*, and non-regulated saving accounts, i.e. *livrets jeunes* and *livrets ordinaires*. One part of the amounts held on regulated saving accounts is transferred by deposit-taking institutions to a fund managed by the Caisse des dépôts et consignations; the other part remains in banks' balance sheets. Debt securities with maturity of up to 2 years mainly include certificates of deposit (short term paper) issued by French deposit-taking institutions and subscribed by neither MMF nor deposit-taking institutions counterparts.

Annual growth rates are adjusted for reclassifications and revaluations but not for foreign exchange rate effects.

